

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

MEMORANDUM

TO: Essex Regional Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2020
DATE: November 21, 2018

Required Fiscal Year 2020 Appropriation: **\$36,515,351**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2020 which commences July 1, 2019.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2020 appropriation to be paid by each of the governmental units within your system.

The amount above assumes appropriations will be made July 1. Some units make the appropriation in equal installments on July 1 and January 1. The allocation shows the figures for each unit on both bases. In addition to the amount shown in the current funding schedule, the appropriation includes the additional special appropriation for the Manchester-Essex Regional School District and the Rowley Housing Authority. We have included these additional amounts in the ERI column on Page 2 and Additional Appropriation for CRAB column on pages 3 and 4.

The current schedule is due to be updated by Fiscal Year 2021.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl
Attachments

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Essex Regional Retirement Board

Projected Appropriations

Fiscal Year 2020 - July 1, 2019 to June 30, 2020

Aggregate amount of appropriation: **\$36,515,351**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2020	\$36,425,738	\$36,273,568	\$241,783	\$36,515,351	\$36,425,738	\$89,613	\$0
FY 2021	\$37,149,185	\$39,165,088	\$53,427	\$39,218,515	\$37,149,185	\$2,069,330	\$0
FY 2022	\$37,887,100	\$42,067,747	\$54,237	\$42,121,984	\$37,887,100	\$4,234,884	\$0
FY 2023	\$38,639,774	\$44,743,606	\$55,085	\$44,798,691	\$38,639,774	\$6,158,917	\$0
FY 2024	\$39,407,502	\$46,970,183	\$55,971	\$47,026,154	\$39,407,502	\$7,618,652	\$0

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Essex Regional Retirement System FY20 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$36,273,568
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$241,783

<u>UNIT</u>	<u>PEN.FND.</u> <u>APP %</u>	<u>PENSION FUND</u> <u>APPROP.</u>	<u>PENSION RES.</u> <u>FUND APPROP.</u>	<u>ADD'L. APP.</u> <u>FOR E.R.I.</u>	<u>ADD'L. APP.</u> <u>FOR CRAB</u>	<u>TOTAL</u> <u>PAID JULY 1</u>	<u>APPROP</u> <u>SEMI-ANNUAL</u>
Agricultural School	0.00%	0	0			0	0
Retirement Board	0.34%	123,330	0			123,330	125,580
Town of Boxford	3.73%	1,353,004	0			1,353,004	1,377,689
Town of Essex	1.74%	631,160	0			631,160	642,675
Town of Georgetown	4.88%	1,770,150	0	19,880		1,790,030	1,822,688
Town of Groveland	2.24%	812,528	0	8,305		820,833	835,809
Town of Hamilton	2.75%	997,523	0			997,523	1,015,722
Town of Ipswich	10.48%	3,801,470	0			3,801,470	3,870,826
Town of Lynnfield	7.82%	2,836,593	0	142,635		2,979,228	3,033,583
Town of Manchester	3.49%	1,265,948	0			1,265,948	1,289,045
Town of Merrimac	2.50%	906,839	0	7,183		914,022	930,698
Town of Middleton	5.07%	1,839,070	0			1,839,070	1,872,623
Town of Nahant	2.44%	885,075	0			885,075	901,223
Town of Newbury	2.11%	765,372	0			765,372	779,336
Town of North Andover	15.68%	5,687,695	0			5,687,695	5,791,465
Town of Rockport	5.02%	1,820,933	0			1,820,933	1,854,155
Town of Rowley	2.74%	993,896	0			993,896	1,012,029
Town of Salisbury	4.40%	1,596,037	0			1,596,037	1,625,156
Town of Topsfield	3.41%	1,236,929	0			1,236,929	1,259,496
Town of Wenham	2.12%	769,000	0			769,000	783,030
Town of West Newbury	1.97%	714,589	0			714,589	727,626
East Essex Vet. Dist.	0.09%	32,646	0			32,646	33,242
No. And.-Box Vet. Dist.	0.00%	0	0			0	0
North Essex Vet. Dist.	0.00%	0	0			0	0
Byfield Water Dist.	0.07%	25,392	0			25,392	25,855
Lynnfield Ctr. Wat. Dist.	0.29%	105,193	0			105,193	107,112
Lynnfield Water Dist.	0.23%	83,429	0			83,429	84,951
NE Mass Mosq. Cont.	0.58%	210,387	0			210,387	214,225
Ham.-Wen. Reg. School	2.72%	986,641	0			986,641	1,004,642
Man-Essex Reg. School	1.37%	496,948	0		19,124	516,072	525,488
Masconomet Reg. School	1.94%	703,707	0			703,707	716,546
Pentucket Reg. School	3.01%	1,091,834	0	6,130		1,097,964	1,117,996
Triton Reg. School	3.03%	1,099,089	0			1,099,089	1,119,141
Essex Housing Authority	0.04%	14,509	0			14,509	14,774
Georgetown Hous. Auth.	0.17%	61,665	0			61,665	62,790
Groveland Hous. Auth.	0.07%	25,392	0			25,392	25,855
Hamilton Hous. Auth.	0.05%	18,137	0			18,137	18,468
Ipswich Housing Auth.	0.34%	123,330	0			123,330	125,580
Lynnfield Hous. Auth.	0.08%	29,019	0			29,019	29,548
Manchester Hous. Auth.	0.08%	29,019	0			29,019	29,548
Merrimac Hous. Auth.	0.03%	10,882	0			10,882	11,081
Middleton Hous. Auth.	0.05%	18,137	0			18,137	18,468
Nahant Housing Auth.	0.03%	10,882	0	8,943		19,825	20,187
No. Andover Hous. Auth.	0.42%	152,349	0	13,304		165,653	168,675

In accordance with your funding schedule, appropriations are due July 1 and January 1. Whenever payments are made at a date one month or more before the scheduled date or whenever payments are made one month or more after the scheduled date, PERAC's actuary should be contacted so that a revised amount can be calculated. Payments will be adjusted with interest at the rate assumed in the actuarial valuation used as the basis for your schedule. In no case may payments be made at a date beyond this fiscal year.

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Rockport Hous.Auth.	0.14%	50,783	0			50,783	51,710
Rowley Hous. Auth.	0.04%	14,509	0		16,279	30,788	31,350
Salisbury Hous. Auth.	0.07%	25,392	0			25,392	25,855
Topsfield Hous.Auth.	0.05%	18,137	0			18,137	18,468
Wenham Housing Auth.	0.08%	29,019	0			29,019	29,548
W. Newbury Hous. Auth.	0.00%	0	0			0	0
TOTAL	100.00%	\$36,273,568	\$0	\$206,380	\$35,403	\$36,515,351	\$37,181,557

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